



DEFENSE FINANCE AND ACCOUNTING SERVICE
ARLINGTON

1931 JEFFERSON DAVIS HIGHWAY
ARLINGTON VA 22240-5291

DEC 19 2002



DFAS-DFM

MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE
FINANCE AND ACCOUNTING SERVICE (PM/CL)

SUBJECT: Interim Change to the DoDFMR, Volume 7A, Regarding
Clothing and Equipment Repayment upon Discharge from
Service Academy (DFAS Item K-36)

Attached is Interim Change 57-02 to Chapter 38 of the
Defense Financial Management Regulation (DoDFMR), Volume 7A.
It has an effective date of August 1, 2002. This change provides
that cadets or midshipmen discharged from a service academy,
regardless of reason, with a balance owed for clothing provided
and not returned will have the balance owed cancelled.

We have evaluated your comments on the proposed change and
included your comments where appropriate. Assignment of the
interim change number is your authority to initiate procedural
modifications to implement this change. Use the attached to
initiate the formal change to the DoDFMR, Volume 7A.

for *Gloria D. Harris*
Jerry S. Hinton
Director for Finance

Attachment:
As stated

cc: OUSD(C) (ODCFO) (FP)
DASD(MPP) (Comp)
ODGC(F)
Service Liaisons
USCG/NOAA/PHS Liaisons
DFAS-DDM/CL
DFAS-PMA/CL

**Clothing and Equipment Repayment upon Discharge
from Service Academy**

1. Replace paragraph 381102 with the following:

381102. Members Discharged Prior to August 1, 2002. If a cadet or midshipman is discharged, and the value of the turned-in clothing and equipment does not cover the balance owed, apply the value of the turned-in clothing and equipment of the balance owed and handle the net remaining in accordance with subparagraphs A or B below.

A. Voluntary Discharge. If a cadet or midshipman is discharged voluntarily, the net remaining is a debt owed to the United States.

B. Involuntary Discharge. If a cadet or midshipman is discharged involuntarily, the net remaining is cancelled.

2. Replace paragraph 381103 with the following:

381103. Members Discharged On or After August 1, 2002. If a cadet or midshipman is discharged and the value of the turned-in clothing and equipment does not cover the balance owed, apply the value of the turned-in clothing and equipment to the balance owed and cancel the net remaining regardless of reason for discharge.

3. Add the following citation to the bibliography for Section 3811:

DFAS-DGD/DE Memo,
May 21, 2002